In the Claims:

Please cancel Claims 1-16, and substitute therefor the following new Claims 17-19 below.

1-16. Cancelled.

17. (New) A method of establishing a clonal human embryonic stem cell line capable of sustaining a phenotype of normal embryonic stem cells following prolonged *in vitro* culture, the method comprising the steps of

providing a culture of human embryonic stem cells;

removing an individual human embryonic stem cell in a separate culture which is essentially free of mammalian serum; and

culturing the cell in a serum-free medium such that the cell expands into a clonal culture of human embryonic stem cells maintaining the ability to differentiate into endoderm, mesoderm and ectoderm after at least six months of culture.

- 18. (New) The method of Claim 17 wherein the medium is supplemented with a fibroblast growth factor.
- 19. (New) The method of Claim 17 wherein the clonal culture of human embryonic stem cells is maintained for over twelve months.